FIRST REGULAR SESSION

SENATE BILL NO. 607

94TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR SMITH.

Read 1st time February 27, 2007, and ordered printed.

2149L.01I

TERRY L. SPIELER, Secretary.

AN ACT

To repeal sections 105.500, 105.510, 105.520, 105.525, and 105.530, RSMo, and to enact in lieu thereof twenty-eight new sections relating to collective bargaining of public employees, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 105.500, 105.510, 105.520, 105.525, and 105.530,

- 2 RSMo, are repealed and twenty-eight new sections enacted in lieu thereof, to be
- 3 known as sections 105.535, 105.537, 105.539, 105.541, 105.543, 105.545, 105.547,
- 4 105.549, 105.551, 105.553, 105.555, 105.557, 105.559, 105.561, 105.563, 105.565,
- 5 105.567, 105.569, 105.573, 105.575, 105.577, 105.579, 105.581, 105.583, 105.585,
- 6 105.587, 105.589, and 105.591, to read as follows:
 - 105.535. 1. Sections 105.535 to 105.591 shall be known and may
- 2 be cited as the "Public Employment Relations Act". Nothing in sections
- 3 105.535 to 105.591 shall be construed to permit any public employee to
- 4 engage in or support a strike, nor to prohibit any public employee from
- 5 joining or participating in any employee organization.
- 6 2. As used in sections 105.535 to 105.591, the following terms shall
- 7 mean:
- 8 (1) "Arbitration", the procedure whereby the parties involved in
- 9 an impasse submit their differences to a third party for a final and
- 10 binding decision or as provided in sections 105.535 to 105.591;
- 11 (2) "Board", the public employment relations board established
- 12 under section 105.539;
- 13 (3) "Confidential employee", any public employee who has access
- 14 to confidential information subject to use by the public employer in

negotiating. Confidential employee also includes the personal secretary of any elected official or person appointed to fill a vacancy in an elective office, member of any board or commission, the administrative officer, director, or chief executive officer of a public employer or major division thereof, or the deputy or first assistant of any of the foregoing;

- 21 (4) "Employee organization", an organization of any kind in 22 which public employees participate and which exists for the primary 23 purpose of representing public employees in their employment 24 relations;
- (5) "Governing body", the board, council, or commission, whether elected or appointed, of a political subdivision of this state, including school districts and other special purpose districts, which determines the policies for the operation of the political subdivision;
- 29 (6) "Impasse", the failure of a public employer and the employee 30 organization to reach agreement in the course of negotiations;
- 31 (7) "Mediation", assistance by an impartial third party to 32 reconcile an impasse between the public employer and the employee 33 organization through interpretation, suggestion, and advice;
 - (8) "Professional employee", any one of the following:
 - (a) Any employee engaged in work:

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- a. Predominantly intellectual and varied in character as opposed to routine mental, manual, mechanical, or physical work;
- b. Involving the consistent exercise of discretion and judgment
 in its performance;
- c. Of such a character that the output produced or the result accomplished cannot be standardized in relation to a given period of time; and
- d. Requiring knowledge of an advanced type in a field of science or learning customarily acquired by a prolonged course of specialized intellectual instruction and study in an institution of higher learning or a hospital, as distinguished from a general academic education or from an apprenticeship or from training in the performance of routine mental, manual, or physical processes;
- 49 **(b)** Any employee who:
- a. Has completed the courses of specialized intellectual instruction and study described in subparagraph d in paragraph (a) of

52 this subdivision; and

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b. Is performing related work under the supervision of a professional person to qualify the employee to become a professional employee as defined in paragraph (a) of this subdivision;

- 56 (9) "Public employee", any individual employed by a public 57 employer, except individuals exempted under the provisions of section 58 105.537;
- (10) "Public employer", the state of Missouri, its boards, commissions, agencies, departments, and its political subdivisions including school districts and other special purpose districts;
 - (11) "Strike", a public employee's refusal, in concerted action with others, to report to duty, or a willful absence from the employee's position, or a stoppage of work by the employee, or the employee's abstinence in whole or in part from the full, faithful, and proper performance of the duties of employment, for the purpose of inducing, influencing or coercing a change in the conditions, compensation, rights, privileges or obligations of public employment.

105.537. The following public employees shall be excluded from the provisions of sections 105.535 to 105.591:

- 3 (1) Elected officials and persons appointed to fill vacancies in 4 elective offices, and members of any board or commission;
- 5 (2) Representatives of a public employer, including the 6 administrative officer, director or chief executive officer of a public employer or major division thereof as well as the officer's or director's deputy, first assistant, and any supervisory employees. As used in this section, "supervisory employee" means any individual having authority in the interest of the public employer to hire, transfer, suspend, layoff, recall, promote, discharge, assign, reward or discipline other public 11 employees, or the responsibility to direct them, or to adjust their 12grievances, or effectively to recommend such action, if, in connection 13 with the foregoing, exercise of such authority is not of a merely routine 14or clerical nature, but requires the use of independent judgment. All 15 school superintendents, assistant superintendents, principals and 16 17assistant principals shall be deemed to be supervisory employees;
 - (3) Confidential employees;
- 19 (4) Students working as part-time public employees twenty hours 20 per week or less, except graduate or other postgraduate students in

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21 preparation for a profession who are engaged in academically related

- 22 employment as a teaching, research, or service assistant;
- 23 (5) Temporary public employees employed for a period of four 24 months or less;
- 25 (6) Commissioned and enlisted personnel of the Missouri 26 national guard;
- 27 (7) Judicial officers and confidential or supervisory employees 28 of the judicial branch;
- 29 (8) Patients and inmates employed, sentenced, or committed to 30 any state or local institution.
- 105.539. 1. There is established within the department of labor and industrial relations a board to be known as the "Public Employment Relations Board". The board shall consist of three members appointed by the governor, with the advice and consent of the senate. No more than two members shall be of the same political party. No member shall engage in any political activity while holding office and the members shall devote full time to their duties. One of the initial members appointed under this section shall serve a term of four years. The other initial members appointed under this section shall serve staggered terms of two and three years as determined by the governor at the time of appointment. Thereafter, the successor members shall be appointed for a term of four years. The member 13 initially appointed for a term of four years shall serve as chairperson 14 and each of the member's successors shall also serve as chairperson.
- 2. Any vacancy occurring shall be filled in the same manner as regular appointments are made.
- 3. In selecting the members of the board, consideration shall be given to their knowledge, ability, and experience in the field of labor-management relations. The chairperson and the remaining two members shall each receive an annual salary as set by the general assembly.
- 4. The board may employ such persons as are necessary for the performance of its functions.
- 5. Members of the board and other employees of the board shall be allowed their actual and necessary expenses incurred in the performance of their duties. All expenses and salaries shall be paid from appropriations by the general assembly.

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105.541. The board shall:

- (1) Administer the provisions of sections 105.535 to 105.591;
- 3 (2) Collect, for public employers other than the state and its 4 boards, commissions, departments, and agencies, data, and conduct 5 studies relating to wages, hours, benefits, and other terms and 6 conditions of public employment and make the same available to any 7 interested person or organization;
- 8 (3) Establish minimum qualifications for arbitrators and 9 mediators, establish procedures for appointing, maintaining, and 10 removing from a list a person's representative of the public to be 11 available to serve as arbitrators and mediators, and establish 12 compensation rates for arbitrators and mediators;
- 13 (4) Hold hearings and administer oaths, examine witnesses and documents, take testimony and receive evidence, issue subpoenas to 14 15 compel the attendance of witnesses and the production of records, and delegate such power to a member of the board, persons appointed or 16 employed by the board, including administrative law judges for the 17 18 performance of its functions. The board may petition the circuit court 19 at the seat of government or of the county where a hearing is held to 20 enforce a board order compelling the attendance of witnesses and 21production of records;
- (5) Adopt rules in accordance with the provisions of chapter 536, RSMo, as it may deem necessary to carry out the purposes of sections 105.535 to 105.591.

105.543. Public employers shall have, in addition to all powers, duties, and rights established by constitutional provision, statute, ordinance, charter, or special act, the exclusive power, duty, and the right to:

- (1) Direct the work of its public employees;
- 6 (2) Hire, promote, demote, transfer, assign and retain public remployees in positions within the public agency;
 - (3) Suspend or discharge public employees for proper cause;
 - (4) Maintain the efficiency of governmental operations;
- 10 (5) Relieve public employees from duties because of lack of work 11 or for other legitimate reasons;
- 12 (6) Determine and implement methods, means, assignments, and 13 personnel by which the public employer's operations are to be

- 14 conducted;
- 15 (7) Take such actions as may be necessary to carry out the 16 mission of the public employer;
- 17 (8) Initiate, prepare, certify, and administer its budget;
- 18 (9) Exercise all powers and duties granted to the public employer 19 by law.

105.545. Public employees shall have the right to:

- 2 (1) Organize, or form, join, or assist any employee organization;
- 3 (2) Negotiate collectively through a representative of their own 4 choosing:
- 5 (3) Engage in other concerted activities for the purpose of 6 collective bargaining or other mutual aid or protection insofar as any 7 such activity is not prohibited by sections 105.535 to 105.591 or any 8 other provision of law of this state;
- 9 (4) Refuse to join or participate in the activities of employee 10 organizations, including the payment of any dues, fees, assessments, or 11 service fees of any type.
- shall meet at reasonable times, including meetings reasonably in advance of the public employer's budget-making process, to negotiate in good faith with respect to wages, hours of employment, other working conditions, and other matters mutually agreed upon. Negotiations shall also include terms authorizing dues checkoff for members of the employee organization and grievance procedures for resolving any questions arising under the agreement, which shall be embodied in a written agreement and signed by the parties. If an agreement provides for dues checkoff, a member's dues may be checked off only upon the member's written request and the member may terminate the dues checkoff at any time by giving thirty days' written notice. Such obligation to negotiate in good faith does not compel either party to agree to a proposal or make a concession. All retirement systems shall be excluded from the scope of negotiations.
- 105.549. 1. It shall be a prohibited practice for any public 2 employer, public employee or employee organization to willfully refuse 3 to negotiate in good faith with respect to the scope of negotiations as 4 defined in section 105.547.
- 5 2. It shall be a prohibited practice for a public employer or the

6 employer's designated representative to willfully:

- 7 (1) Interfere with, restrain, or coerce public employees in the 8 exercise of rights granted by sections 105.535 to 105.591;
- 9 (2) Dominate or interfere in the administration of any employee 10 organization;
- 11 (3) Encourage or discourage membership in any employee 12 organization, committee, or association by discrimination in hiring, 13 tenure, or other terms or conditions of employment;
- 14 (4) Discharge or discriminate against a public employee because 15 the employee has filed an affidavit, petition, or complaint or given any 16 information or testimony under sections 105.535 to 105.591, or because 17 the employee has formed, joined, or chosen to be represented by any 18 employee organization;
- 19 (5) Refuse to negotiate collectively with representatives of 20 certified employee organizations as required in sections 105.535 to 21 105.591;
- 22 (6) Deny the rights accompanying certification or exclusive 23 recognition granted in sections 105.535 to 105.591;
- 24 (7) Refuse to participate in good faith in any agreed upon 25 impasse procedures or those set forth in sections 105.535 to 105.591;
- 26 (8) Engage in a lockout.
- 3. It shall be a prohibited practice for public employees or an employee organization or for any person, union, or organization or their agents to willfully:
- (1) Interfere with, restrain, coerce, or harass any public employee with respect to any of the employee's rights under sections 105.535 to 105.591 or in order to prevent or discourage the employee's exercise of any such right, including, without limitation, all rights under section 105.545;
- 35 (2) Interfere, restrain, or coerce a public employer with respect 36 to rights granted in sections 105.535 to 105.591 or with respect to 37 selecting a representative for the purposes of negotiating collectively 38 on the adjustment of grievances;
- 39 (3) Refuse to bargain collectively with a public employer as 40 required in sections 105.535 to 105.591;
- 41 (4) Refuse to participate in good faith in any agreed upon 42 impasse procedures or those set forth in sections 105.535 to 105.591;

- 43 (5) Violate section 105.553;
- 44 (6) Picket in a manner which interferes with ingress and egress 45 to the facilities of the public employer;
- 46 (7) Engage in, initiate, sponsor, or support any picketing that is 47 performed in support of a strike, work stoppage, boycott, or slowdown 48 against a public employer;
- 49 (8) Picket for any unlawful purpose.
- 4. The expressing of any views, argument, or opinion, or the dissemination thereof, whether in written, printed, graphic, or visual form, shall not constitute or be evidence of any unfair labor practice under any of the provisions of sections 105.535 to 105.591 if such expression contains no threat of reprisal or force or promise of benefit.
- 105.551. 1. Proceedings against a party alleging a violation of section 105.549 shall be commenced by filing a complaint with the board within ninety days of the alleged violation causing a copy of the complaint to be served upon the accused party in the manner of an original notice as provided in sections 105.535 to 105.591. The accused party shall have ten days within which to file a written answer to the complaint. However, the board may conduct a preliminary investigation of the alleged violation, and if the board determines that the complaint has no basis in fact, the board may dismiss the complaint. The board shall promptly thereafter set a time and place for 11 hearing in the county where the alleged violation occurred. The parties shall be permitted to be represented by counsel, summon 12witnesses, and request the board to subpoena witnesses on the 13 requester's behalf. Compliance with the technical rules of pleading and 1415 evidence shall not be required.
- 2. The board may designate an administrative law judge to 16 conduct the hearing. The administrative law judge has the powers as 17may be exercised by the board for conducting the hearing and shall 18 follow the procedures adopted by the board for conducting the 19 hearing. The decision of the administrative law judge may be appealed 20to the board and the board may hear the case de novo or upon the 21record as submitted before the administrative law judge, utilizing procedures governing appeals to the circuit court in this section so far 23as applicable. 24
 - 3. The board shall appoint a court reporter to report the

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26 proceedings and the board shall fix the reasonable amount of 27 compensation for such service, which amount shall be taxed as other 28 costs.

- 4. The board shall file its findings of fact and conclusions of law within sixty days of the close of any hearing, receipt of the transcript, or submission of any briefs. If the board finds that the party accused has committed a prohibited practice, the board may, within thirty days of its decision, enter into a consent order with the party to discontinue the practice, or after the thirty days following the decision may petition the circuit court for injunctive relief under rules of civil procedure.
- 5. The board's review of proposed decisions and the rehearing or judicial review of final decisions is governed by the provisions of chapter 536, RSMo.

105.553. 1. It shall be unlawful for any public employee or any 2 employee organization, directly or indirectly, to induce, instigate, 3 encourage, authorize, ratify, or participate in a strike against any 4 public employer.

- 2. It shall be unlawful for any public employer to authorize, 5 consent to, or condone a strike; or to pay or agree to pay any public employee for any day in which the employee participates in a strike; or to pay or agree to pay any increase in compensation or benefits to any public employee in response to or as a result of any strike or any act 10 which violates subsection 1 of this section. It shall be unlawful for any official, director, or representative of any public employer to authorize, 11 ratify, or participate in any violation of this subsection. Nothing in this 12subsection shall prevent new or renewed bargaining and agreement within the scope of negotiations as defined by sections 105.535 to 105.591, at any time after such violation of subsection 1 of this section 15 has ceased; but it shall be unlawful for any public employer or 16 employee organization to bargain at any time regarding suspension or 17 modification of any penalty provided in this section or regarding any 18 request by the public employer to a court for such suspension or 19 20 modification.
- 3. In the event of any violation or imminently threatened violation of subsection 1 or 2 of this section, any citizen domiciled within the jurisdictional boundaries of the public employer may

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petition the circuit court of the county in which the violation occurs for an injunction restraining such violation or imminently threatened violation. Such action shall be governed by the rules of civil procedure. However, the court shall grant a temporary injunction if it 27appears to the court that a violation has occurred or is imminently 28threatened. The plaintiff need not show that the violation or 29threatened violation would greatly or irreparably injure the plaintiff, 30 and no bond shall be required of the plaintiff unless the court 31determines that a bond is necessary in the public interest. Failure to 32comply with any temporary or permanent injunction granted under this 33 section shall constitute a contempt of court. The punishment shall not 34exceed five hundred dollars for an individual, or ten thousand dollars 35for an employee organization or public employer, for each day during 36 which the failure to comply continues, or imprisonment in a county jail 37not exceeding six months, or both. An individual or an employee 38 organization which makes an active good faith effort to comply fully with the injunction shall not be deemed to be in contempt. 40

- 4. If a public employee is held to be in contempt of court for failure to comply with an injunction under this section, or is convicted of violating this section, the employee shall be ineligible for any employment by the same public employer for a period of twelve months. The employee's public employer shall immediately discharge the employee, but upon the employee's request the court shall stay the discharge to permit further judicial proceedings.
- 5. If an employee organization or any of its officers is held to be in contempt of court for failure to comply with an injunction under this section, or is convicted of violating this section, the employee organization shall be immediately decertified, shall cease to represent the bargaining unit, shall cease to receive any dues by checkoff, and may again be certified only after twelve months have elapsed from the effective date of decertification and only after a new compliance with section 105.557. The penalties provided in this section may be suspended or modified by the court, but only upon request of the public employer and only if the court determines the suspension or modification is in the public interest.
- 6. Each of the remedies and penalties provided by this section is separate and several, and is in addition to any other legal or equitable

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105.555. 1. Board determination of an appropriate bargaining unit shall be upon petition filed by a public employer, public employee, or employee organization.

- 2. Within thirty days of receipt of a petition or notice to all interested parties if on its own initiative, the board shall conduct a public hearing, receive written or oral testimony, and promptly thereafter file an order defining the appropriate bargaining unit. In defining the unit, the board shall take into consideration, along with other relevant factors, the principles of efficient administration of government, the existence of a community of interest among public employees, the history and extent of public employee organization, geographical location, and the recommendations of the parties involved.
- 3. Appeals from such order shall be governed by appeal provisions provided in section 105.551.
- 4. Professional and nonprofessional employees shall not be included in the same bargaining unit unless a majority of both agree.
- 105.557. 1. Board certification of an employee organization as
 the exclusive bargaining representative of a bargaining unit shall be
 upon a petition filed with the board by a public employer, public
 employee, or an employee organization and an election conducted
 under section 105.559.
 - 2. The petition of an employee organization shall allege that:
- 7 (1) The employee organization has submitted a request to a 8 public employer to bargain collectively with a designated group of 9 public employees;
- 10 (2) The petition is accompanied by written evidence that thirty
 11 percent of such public employees are members of the employee
 12 organization or have authorized it to represent them for the purposes
 13 of collective bargaining.
- 3. The petition of a public employee shall allege that an employee organization which has been certified as the bargaining representative does not represent a majority of such public employees and that the petitioners do not want to be represented by an employee organization or seek certification of an employee organization. The petition shall be accompanied by written evidence that fifty percent of

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- 20 such public employees support the petition.
- 21 4. The petition of a public employer shall allege that it has 22received a request to bargain from an employee organization which has not been certified as the bargaining representative of the public 2324employees in an appropriate bargaining unit.
- 5. The board shall investigate the allegations of any petition and shall give reasonable notice of the receipt of such a petition to all 26public employees, employee organizations, and public employers named 28 or described in such petitions or interested in the representation questioned. The board shall thereafter call an election under section 29105.559, unless:
- (1) It finds that less than the percentage required under this 31 section of the public employees in the unit appropriate for collective 32bargaining support the petition for decertification or for certification; 33 34 \mathbf{or}
- 35 (2) The appropriate bargaining unit has not been determined under section 105.555. 36
- 37 6. The hearing and appeal procedures shall be the same as 38 provided in section 105.551.
 - 7. Any exclusive bargaining representative recognized by the state board of mediation on the effective date of this section under sections 105.500 to 105.530 or voluntarily recognized by a public employer prior to the effective date of this section shall continue to be recognized as the exclusive bargaining representative under this section until such time as decertification occurs under this section.
 - 105.559. 1. Upon the filing of a petition for certification of an employee organization, the board shall submit a question to the public employees at an election in an appropriate bargaining unit. The question on the ballot shall permit the public employees to vote for no bargaining representation or for any employee organization which has petitioned for certification or which has presented proof satisfactory to the board of support of ten percent or more of the public employees in the appropriate unit.
- 9 2. If a majority of the votes cast on the question is for no bargaining representation, the public employees shall not be represented by an employee organization. If a majority of the votes 11 cast on the question is for a listed employee organization, then the

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13 employee organization shall represent the public employees in an 14 appropriate bargaining unit.

- 3. If none of the choices on the ballot receive the vote of a majority of the public employees voting, the board shall conduct a runoff election among the two choices receiving the greatest number of votes.
- 4. Upon written objections filed by any party to the election within ten days after notice of the results of the election, if the board finds that misconduct or other circumstances prevented the public employees eligible to vote from freely expressing their preferences, the board may invalidate the election and hold a second election for the public employees.
 - 5. Upon completion of a valid election in which the majority choice of the employees voting is determined, the board shall certify the results of the election and shall give reasonable notice of the order to all employee organizations listed on the ballot, the public employers, and the public employees in the appropriate bargaining unit.
 - 6. A petition for certification or decertification as an exclusive bargaining representative shall not be considered by the board for a period of one year from the date of the certification or noncertification of an exclusive bargaining representative or during the duration of a collective bargaining agreement which shall not exceed three years. A collective bargaining agreement with the state, its boards, commissions, departments, and agencies shall be for two years and the provisions of a collective bargaining agreement or arbitrators' award affecting state employees shall not provide for renegotiations which would require the refinancing of salary and fringe benefits for the second year of the term of the agreement, except as provided in subsection 6 of section 105.563, and the effective date of any such agreement shall be July first of odd-numbered years, provided that if an exclusive bargaining representative is certified on a date which will prevent the negotiation of a collective bargaining agreement prior to July first of odd-numbered years for a period of two years, the certified collective bargaining representative may negotiate a one-year contract with a public employer which shall be effective from July first of the even-numbered year to July first of the succeeding odd-numbered year when new contracts shall become effective. However, if a petition for

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decertification is filed during the duration of a collective bargaining 50agreement, the board shall award an election under this section not more than one hundred eighty days nor less than one hundred fifty days prior to the expiration of the collective bargaining agreement. If 53an employee organization is decertified, the board may receive 54petitions under section 105.557, provided that no such petition and no 55 election conducted under such petition within one year from 56decertification shall include as a party the decertified employee 5758 organization.

105.561. Upon the receipt by a public employer of a request from an employee organization to bargain on behalf of public employees, the duty to engage in collective bargaining shall arise if the employee organization has been certified by the board as the exclusive bargaining representative for the public employees in that bargaining unit.

105.563. 1. The employee organization certified as the bargaining representative shall be the exclusive representative of all public employees in the bargaining unit and shall represent all public employees fairly. However, any public employee may meet and adjust individual complaints with a public employer. To sustain a claim that a certified employee organization has committed a prohibited practice by breaching its duty of fair representation, a public employee shall establish by a preponderance of the evidence action or inaction by the organization which was arbitrary, discriminatory, or in bad faith.

2. The employee organization and the public employer may designate any individual as its representative to engage in collective bargaining negotiations.

3. Negotiating sessions, strategy meetings of public employers or 13 employee organizations, mediation, and the deliberative process of 14arbitrators shall be exempt from the provisions of chapter 610, 15RSMo. However, the employee organization shall present its initial 16 bargaining position to the public employer at the first bargaining 17session. The public employer shall present its initial bargaining 18 position to the employee organization at the second bargaining session, which shall be held no later than two weeks following the first 20bargaining session. Both sessions shall be open to the public and 21subject to the provisions of chapter 610, RSMo. Hearings conducted by

23 arbitrators shall be open to the public.

- 4. The terms of a proposed collective bargaining agreement shall be made available to the public by the public employer and reasonable notice shall be given to the public employees by the employee organization prior to a ratification election. The collective bargaining agreement shall become effective only if ratified by a majority of those voting by secret ballot.
- 5. Terms of any collective bargaining agreement may be enforced by a civil action in the circuit court of the county in which the agreement was made upon the initiative of either party.
- 6. No collective bargaining agreement or arbitrators' decision shall be valid or enforceable if its implementation would be inconsistent with any statutory limitation on the public employer's funds, spending, or budget or would substantially impair or limit the performance of any statutory duty by the public employer. A collective bargaining agreement or arbitrators' award may provide for benefits conditional upon specified funds to be obtained by the public employer, but the agreement shall provide either for automatic reduction of such conditional benefits or for additional bargaining if the funds are not obtained or if a lesser amount is obtained.
- 7. If agreed to by the parties, nothing in sections 105.535 to 105.591 shall be construed to prohibit supplementary bargaining on behalf of public employees in a part of the bargaining unit concerning matters uniquely affecting those public employees or cooperation and coordination of bargaining between two or more bargaining units.
- 8. The salaries of all public employees of the state under a merit system and all other fringe benefits which are granted to all public employees of the state shall be negotiated with the governor or the governor's designee on a statewide basis, except those benefits which are not subject to negotiations under the provisions of section 105.547.
- 9. A public employee or any employee organization shall not negotiate or attempt to negotiate directly with a member of the governing board of a public employer if the public employer has appointed or authorized a bargaining representative for the purpose of bargaining with the public employees or their representative, unless the member of the governing board is the designated bargaining representative of the public employer.

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60 10. The negotiation of a proposed collective bargaining 61 agreement by representatives of a state public employer and a state employee organization shall be complete not later than March fifteenth 63 of the year when the agreement is to become effective. The board shall provide, by rule, a date on which any impasse item shall be submitted 64 to binding arbitration and for such other procedures as deemed 65 necessary to provide for the completion of negotiations of proposed 66 state collective bargaining agreements not later than March 67 fifteenth. The date selected for the mandatory submission of impasse items to binding arbitration shall be sufficiently in advance of March 69 fifteenth to insure that the arbitrators' decision can be reasonably 70 made before March fifteenth. 71

- 11. (1) In the absence of an impasse agreement negotiated under section 105.567 which provides for a different completion date, public employees represented by a certified employee organization who are teachers licensed under chapter 168, RSMo, and who are employed by a public employer which is a school district shall complete the negotiation of a proposed collective bargaining agreement not later than May thirty-first of the year when the agreement is to become effective. The board shall provide, by rule, a date on which impasse items in such cases shall be submitted to binding arbitration and for such other procedures as deemed necessary to provide for the completion of negotiations of proposed collective bargaining agreements not later than May thirty-first. The date selected for the mandatory submission of impasse items to binding arbitration in such cases shall be sufficiently in advance of May thirty-first to ensure that the arbitrators' decision can be reasonably made before May thirtyfirst.
- 88 (2) If the public employer is a community college, the following 89 apply:
 - (a) The negotiation of a proposed collective bargaining agreement shall be completed not later than May thirty-first of the year when the agreement is to become effective, absent the existence of an impasse agreement negotiated under section 105.567 which provides for a different completion date. The board shall adopt rules providing for a date on which impasse items in such cases shall be submitted to binding arbitration and for procedures for the completion of

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97 negotiations of proposed collective bargaining agreements not later 98 than May thirty-first. The date selected for the mandatory submission 99 of impasse items to binding arbitration in such cases shall be 100 sufficiently in advance of May thirty-first to ensure that the arbitrators' 101 decision can be reasonably made by May thirty-first.

(b) Notwithstanding the provisions of paragraph (a) of subdivision (2) of this subsection, the May thirty-first deadline may be waived by mutual agreement of the parties to the collective bargaining agreement negotiations.

105.565. An agreement with an employee organization which is the exclusive representative of public employees in an appropriate unit 3 may provide procedures for the consideration of public employee 4 grievances and of disputes over the interpretation and application of 5 agreements. Negotiated procedures may provide for binding 6 arbitration of public employee grievances and of disputes over the 7 interpretation and application of existing agreements. An arbitrator's decision on a grievance may not change or amend the terms, 9 conditions, or applications of the collective bargaining agreement. Such procedures shall provide for the invoking of 10 11 arbitration only with the approval of the employee organization, and in the case of an employee grievance, only with the approval of the public employee. The costs of arbitration shall be shared equally by the 13 14 parties. Public employees of the state or public employees covered by civil service shall follow the grievance procedures provided in a 15 16 collective bargaining agreement.

bargain, the public employer and the employee organization shall endeavor to agree upon impasse procedures. Such agreement shall provide for implementation of these impasse procedures not later than one hundred twenty days prior to the certified budget submission date of the public employer. However, if public employees represented by the employee organization are teachers licensed under chapter 168, RSMo, and the public employer is a school district, the agreement shall provide for implementation of impasse procedures not later than one hundred twenty days prior to May thirty-first of the year when the collective bargaining agreement is to become effective. If the public employer is a community college, the agreement shall provide for

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implementation of impasse procedures not later than one hundred twenty days prior to May thirty-first of the year when the collective bargaining agreement is to become effective. If the parties fail to agree upon impasse procedures under the provisions of this section, the impasse procedures provided in sections 105.569 to 105.573 shall apply.

105.569. In the absence of an impasse agreement negotiated under section 105.567 or the failure of either party to utilize its 2 procedures, one hundred twenty days prior to the certified budget submission date, or one hundred twenty days prior to May thirty-first of the year when the collective bargaining agreement is to become effective if public employees represented by the employee organization are teachers licensed under chapter 168, RSMo, and the public employer is a school district, the board shall, upon request, appoint an impartial and disinterested person to act as mediator. If the public employer is a community college, and in the absence of an impasse agreement negotiated under section 105.567 or the failure of either 11 party to utilize its procedures, one hundred twenty days prior to May 1213 thirty-first of the year when the collective bargaining agreement is to 14become effective, the board, upon the request of either party, shall 15 appoint an impartial and disinterested person to act as mediator. It shall be the function of the mediator to bring the parties together to effectuate a settlement of the dispute, but the mediator shall not 17 18 compel the parties to agree.

105.573. 1. If an impasse persists ten days after the mediator has been appointed, after the findings of fact and recommendations are made public by the fact-finder, the parties may continue to negotiate or, the board shall have the power, upon request of either party, to arrange for arbitration, which shall be binding. The request for arbitration shall be in writing and a copy of the request shall be served upon the other party.

2. Each party shall submit to the board within four days of request a final offer on the impasse items with proof of service of a copy upon the other party. Each party shall also submit a copy of a draft of the proposed collective bargaining agreement to the extent to which agreement has been reached and the name of its selected arbitrator. The parties may continue to negotiate all offers until an agreement is reached or a decision rendered by the panel of

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arbitrators. As an alternative procedure, the two parties may agree to submit the dispute to a single arbitrator. If the parties cannot agree on the arbitrator within four days, the selection shall be made under subsection 5 of this section. The full costs of arbitration under this provision shall be shared equally by the parties to the dispute.

- 3. The submission of the impasse items to the arbitrators shall be limited to those issues upon which the parties have not reached agreement. With respect to each such item, the arbitration board award shall be restricted to the final offers on each impasse item submitted by the parties to the arbitration board.
- 4. The panel of arbitrators shall consist of three members appointed in the following manner:
 - (1) One member shall be appointed by the public employer;
- 28 (2) One member shall be appointed by the employee 29 organization;
- 30 (3) One member shall be appointed mutually by the members 31 appointed by the public employer and the employee organization. The 32 last member appointed shall be the chairperson of the panel of 33 arbitrators. No member appointed shall be an employee of the parties;
 - (4) The public employer and employee organization shall each pay the fees and expenses incurred by the arbitrator each selected. The fee and expenses of the chairperson of the panel and all other costs of arbitration shall be shared equally.
- 38 5. If the third member has not been selected within four days of 39 notification as provided in subsection 2 of this section, a list of three arbitrators shall be submitted to the parties by the board. The two 40 41 arbitrators selected by the public employer and the employee organization shall determine by lot which arbitrator shall remove the 42first name from the list submitted by the board. The arbitrator having 43 the right to remove the first name shall do so within two days and the 44 second arbitrator shall have one additional day to remove one of the 45 two remaining names. The person whose name remains shall become 46 the chairperson of the panel of arbitrators and shall call a meeting 47 48 within ten days at a location designated by the chairperson.
 - 6. If a vacancy should occur on the panel of arbitrators, the selection for replacement of such member shall be in the same manner and within the same time limits as the original member was chosen. No

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52 final selection under subsection 9 of this section shall be made by the 53 board until the vacancy has been filled.

- 7. The panel of arbitrators shall at no time engage in an effort to mediate or otherwise settle the dispute in any manner other than that prescribed in this section.
 - 8. From the time of appointment until such time as the panel of arbitrators makes its final determination, there shall be no discussion concerning recommendations for settlement of the dispute by the members of the panel of arbitrators with parties other than those who are direct parties to the dispute. The panel of arbitrators may conduct formal or informal hearings to discuss offers submitted by both parties.
- 9. The panel of arbitrators shall consider, in addition to any other relevant factors, the following factors:
- 65 (1) Past collective bargaining contracts between the parties 66 including the bargaining that led up to such contracts;
- (2) Comparison of wages, hours and conditions of employment of the involved public employees with those of other public employees doing comparable work, giving consideration to factors peculiar to the area and the classifications involved;
- 71 (3) The interests and welfare of the public, the ability of the 72 public employer to finance economic adjustments and the effect of such 73 adjustments on the normal standard of services;
- 74 (4) The power of the public employer to levy taxes and 75 appropriate funds for the conduct of its operations.
 - 10. The chairperson of the panel of arbitrators may hold hearings and administer oaths, examine witnesses and documents, take testimony and receive evidence, issue subpoenas to compel the attendance of witnesses and the production of records, and delegate such powers to other members of the panel of arbitrators. The chairperson of the panel of arbitrators may petition the circuit court at the seat of government or of the county in which any hearing is held to enforce the order of the chairperson compelling the attendance of witnesses and the production of records.
- 11. A majority of the panel of arbitrators shall select within fifteen days after its first meeting the most reasonable offer, in its judgment, of the final offers on each impasse item submitted by the parties.

12. The selections by the panel of arbitrators and items agreed upon by the public employer and the employee organization, shall be deemed to be the collective bargaining agreement between the parties.

13. The determination of the panel of arbitrators shall be by majority vote and shall be final and binding subject to the provisions of subsection 6 of section 105.563. The panel of arbitrators shall give written explanations for its selection and inform the parties of its decision.

105.575. Any employee organization and public employer may sue or be sued as an entity under the provisions of sections 105.535 to 105.591. Service upon the public employer shall be in accordance with law or the rules of civil procedure. Nothing in sections 105.535 to 105.591 shall be construed to make any individual or the individual's assets liable for any judgment against a public employer or an employee organization.

105.577. Any notice required under the provisions of sections
105.535 to 105.591 shall be in writing, but service thereof shall be
sufficient if mailed by certified mail, return receipt requested
addressed to the last known address of the parties, unless otherwise
provided in sections 105.535 to 105.591. Refusal of restricted certified
mail by any party shall be considered service. Prescribed time periods
shall commence from the date of the receipt of the notice. Any party
may at any time execute and deliver an acceptance of service in lieu of
mailed notice.

105.579. 1. Every employee organization which is certified as a representative of public employees under the provisions of sections 105.535 to 105.591 shall file with the board a registration report, signed by its president or other appropriate officer. The report shall be in a form prescribed by the board and shall be accompanied by two copies of the employee organization's constitution and bylaws. A filing by a national or international employee organization of its constitution and bylaws shall be accepted in lieu of a filing of such documents by each subordinate organization. All changes or amendments to such constitutions and bylaws shall be promptly reported to the board.

2. Every employee organization shall file with the board an annual report and an amended report whenever changes are made. The reports shall be in a form prescribed by the board, and shall provide

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- 15 (1) The names and addresses of the organization, any parent 16 organization or organizations with which it is affiliated, the principal 17 officers, and all representatives;
- 18 (2) The name and address of its local agent for service of process;
- 19 (3) A general description of the public employees the 20 organization represents or seeks to represent;
- 21 (4) The amounts of the initiation fee and monthly dues members 22 shall pay;
- (5) A pledge, in a form prescribed by the board, that the organization will comply with the laws of the state and that it will accept members without regard to age, race, sex, religion, national origin, or physical disability as provided by law;
 - (6) A financial report and audit.
- 3. The constitution or bylaws of every employee organization shall provide that:
- 30 (1) Accurate accounts of all income and expenses shall be kept, 31 and an annual financial report and audit shall be prepared. Such 32 accounts shall be open for inspection by any member of the 33 organization, and loans to officers and agents shall be made only on 34 terms and conditions available to all members;
- 35 (2) Business or financial interests of its officers and agents, their 36 spouses, minor children, parents or otherwise, that conflict with the 37 fiduciary obligation of such persons to the organization shall be 38 prohibited;
- (3) Every official or employee of an employee organization who 40 handles funds or other property of the organization, or trust in which 41 an organization is interested, or a subsidiary organization, shall be 42 bonded. The amount, scope, and form of the bond shall be determined 43 by the board.
 - 4. The governing rules of every employee organization shall provide for periodic elections by secret ballot subject to recognized safeguards concerning the equal right of all members to nominate, seek office, and vote in such elections, the right of individual members to participate in the affairs of the organization, and fair and equitable procedures in disciplinary actions.
- 50 5. The board shall prescribe rules necessary to govern the

establishment and reporting of trusteeships over employee organizations. Establishment of such trusteeships shall be permitted only if the constitution or bylaws of the organization set forth reasonable procedures.

55 6. An employee organization that has not registered or filed an annual report, or that has failed to comply with other provisions of 56 sections 105.535 to 105.591 shall not be certified. Certified employee 57 organizations failing to comply with sections 105.535 to 105.591 may 58 59 have such certification revoked by the board. Prohibitions may be enforced by injunction upon the petition of the board to the circuit 60 court of the county in which the violation occurs. Complaints of 61 violation of this section shall be filed with the board. 62

7. Upon the written request of any member of a certified employee organization, the auditor of state may audit the financial records of the certified employee organization.

105.581. An employee organization shall not make any direct contribution out of the dues collected from members of the employee organization to any political party or to any candidate for elective public office, including any funds distributed through local or regional dues rebates, without the written consent of the member. Any employee organization which violates the provisions of this section or fails to file any required report or affidavit or files a false report or affidavit shall, upon conviction, be subject to a fine of not more than two thousand dollars. Any person who willfully violates this section, or who makes a false statement knowing it to be false, or who 10 knowingly fails to disclose a material fact shall, upon conviction, be 11 subject to a fine of not more than one thousand dollars or imprisoned for not more than thirty days or shall be subject to both such fine and imprisonment. Each individual required to sign affidavits or reports 14 under this section shall be personally responsible for filing such report 15 or affidavit and for any statement contained therein the individual 16 knows to be false. Nothing in this section shall be construed to prohibit 17 voluntary contributions by individuals to political parties or 18 19 candidates. Nothing in this section shall be construed to limit or deny any civil remedy which may exist as a result of action which may 20 violate this section. 21

remove the conflict.

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2 jeopardizes the receipt by the state or any of its political subdivisions

- 3 of any federal grant-in-aid funds or other federal allotment of money,
- 4 the provisions of sections 105.535 to 105.591 shall, insofar as the fund
- 5 is jeopardized, be deemed to be inoperative.

with any term or condition of a collective bargaining agreement which is made final under sections 105.535 to 105.591 shall supersede the term or condition of the collective bargaining agreement unless otherwise provided by the general assembly. A provision of a proposed collective bargaining agreement negotiated according to sections 105.535 to 105.591 which conflicts with a provision of law of this state shall not become a provision of the final collective bargaining agreement until the general assembly has amended a provision of law of this state to

105.587. Copies of collective bargaining agreements entered into between the state and the state employees' bargaining representatives and made final under sections 105.535 to 105.591 shall be filed with the secretary of state and be made available to the public at cost.

105.589. A supervisory member, as defined in section 105.537, of any department or agency employed by the state of Missouri shall not be granted a voluntary reduction to a nonsupervisory rank or grade during the six months preceding retirement of the member. A member of any department or agency employed by the state of Missouri who retires in less than six months after voluntarily requesting and receiving a reduction in rank or grade from a supervisory to a nonsupervisory position shall be ineligible for a benefit to which the member is entitled as a nonsupervisory member but is not entitled as a supervisory member.

105.591. 1. Unless the context otherwise requires, the following 2 words mean:

- (1) "Mediation", a process in which an impartial person attempts
 to facilitate the resolution of a dispute by promoting voluntary
 agreement of the parties to the dispute. Mediation shall be deemed to
 commence upon the mediator's receipt of notice of assignment and shall
 be deemed to conclude when the dispute is resolved;
- 8 (2) "Mediator", a member or employee of the board or any other 9 person appointed or requested by the board to assist parties in

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resolving disputes involving collective bargaining impasses, contested
 cases, other agency cases, or contract grievances.

- 12 2. A mediator shall not be required to testify in any judicial, 13 administrative, or grievance proceeding regarding any matters occurring in the course of a mediation, including any verbal or written 14 communication or behavior, other than facts relating exclusively to the 15 timing or scheduling of mediation. A mediator shall not be required to 16 produce or disclose any documents, including notes, memoranda, or 17 other work product, relating to mediation, other than documents 18 relating exclusively to the timing or scheduling of mediation. This 19 subsection shall not apply in any of the following circumstances: 20
- 21 (1) The testimony, production, or disclosure is required by 22 statute;
- 23 (2) The testimony, production, or disclosure provides evidence 24 of an ongoing or future criminal activity;
- 25 (3) The testimony, production, or disclosure provides evidence 26 of child abuse under section 568.060, RSMo.

[105.500. Unless the context otherwise requires, the following words and phrases mean:

- (1) "Appropriate unit" means a unit of employees at any plant or installation or in a craft or in a function of a public body which establishes a clear and identifiable community of interest among the employees concerned;
- (2) "Exclusive bargaining representative" means an organization which has been designated or selected by majority of employees in an appropriate unit as the representative of such employees in such unit for purposes of collective bargaining;
- (3) "Public body" means the state of Missouri, or any officer, agency, department, bureau, division, board or commission of the state, or any other political subdivision of or within the state.]

[105.510. Employees, except police, deputy sheriffs, Missouri state highway patrolmen, Missouri national guard, all teachers of all Missouri schools, colleges and universities, of any public body shall have the right to form and join labor organizations and to present proposals to any public body relative to salaries and other conditions of employment through the

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representative of their own choosing. No such employee shall be discharged or discriminated against because of his exercise of such right, nor shall any person or group of persons, directly or indirectly, by intimidation or coercion, compel or attempt to compel any such employee to join or refrain from joining a labor organization, except that the above excepted employees have the right to form benevolent, social, or fraternal associations. Membership in such associations may not be restricted on the basis of race, creed, color, religion or ancestry.]

[105.520. Whenever such proposals are presented by the exclusive bargaining representative to a public body, the public body or its designated representative or representatives shall meet, confer and discuss such proposals relative to salaries and other conditions of employment of the employees of the public body with the labor organization which is the exclusive bargaining representative of its employees in a unit appropriate. Upon the completion of discussions, the results shall be reduced to writing and be presented to the appropriate administrative, legislative or other governing body in the form of an ordinance, resolution, bill or other form required for adoption, modification or rejection.]

[105.525. Issues with respect to appropriateness of bargaining units and majority representative status shall be resolved by the state board of mediation. In the event that the appropriate administrative body or any of the bargaining units shall be aggrieved by the decision of the state board of mediation, an appeal may be had to the circuit court of the county where the administrative body is located or in the circuit court of Cole County. The state board of mediation shall use the services of the state hearing officer in all contested cases.]

[105.530. Nothing contained in sections 105.500 to 105.530 shall be construed as granting a right to employees covered in sections 105.500 to 105.530 to strike.]

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